

# DAILY MARKETS OVERVIEW

14 OCTOBER 2018

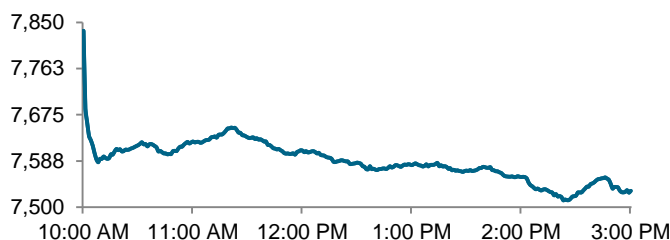
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,531	-3.9	-5.8	4.2	15.9
Saudi (NOMU)	2,431	-4.1	-6.8	-22.6	8.0
Energy	4,870	-4.6	-6.1	13.8	16.6
Materials	5,317	-4.4	-7.9	5.2	16.8
Capital Goods	3,579	-2.0	-2.0	-17.5	NA
Com. & Prof. Svc	4,139	-3.0	-3.8	-1.6	17.9
Transportation	3,628	-3.0	-2.5	-9.6	21.7
Cons. Durables & Apparel	3,510	-2.6	-4.3	-15.2	NA
Consumer Services	3,009	-3.2	-6.2	-18.4	16.9
Media	11,248	-3.8	-6.8	45.4	NA
Retailing	6,234	-0.5	-0.2	10.7	23.5
Food & Staples Retailing	5,502	-4.8	-5.8	-1.9	22.5
Food & Beverages	3,755	-2.9	-6.7	-23.3	24.4
Health Care Equipment	3,690	-2.7	-6.0	-16.9	17.4
Pharma, Biotech & Life Science	4,057	-1.0	-1.9	2.2	26.1
Banks	6,668	-4.6	-5.3	21.2	12.2
Diversified Financials	3,416	-2.0	-1.8	-15.2	NA
Insurance	3,703	-2.6	-5.4	-21.6	30.1
Telecommunication	4,865	-2.3	-5.2	14.4	15.8
Utilities	3,455	-2.4	-3.1	-24.2	NA
REITs	3,599	-1.0	-2.0	-22.3	NA
Real Estate	3,382	-1.8	-5.1	-28.0	19.8

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	57.30	10.0%	0.1
Saudi Paper Manufacturing Co.	12.48	5.1%	33.6
Saudi Cable Co.	33.35	4.6%	3.7
The Mediterranean & Gulf Insurance & Reinsurance Co.	15.36	1.7%	14.9
Bupa Arabia for Cooperative Insurance	104.20	1.2%	24.0

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Tihama Advertising and Public Relations Co.	14-Oct-18
Saudi Public Transport Co.	15-Oct-18
Rabigh Refining and Petrochemical Co.	22-Oct-18
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18
National Agricultural Marketing Co.	30-Oct-18

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of October 14, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 3.9% lower at 7,531 while NOMU ended 4.1% lower at 2,431 on Thursday. TASI traded value totaled SAR 4.0bn and averaged SAR 2.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 48% of the daily traded value.
- Banks and Materials ended 4.6% and 4.4% lower, respectively. Telecom closed 2.3% lower. Retailing (down 0.5%) was the best performer. Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Saudi Paper Manufacturing Co. (2300/SPM AB), and Saudi Cable Co. (2110/SCACO AB) led the gainers.
- KSA-based Royal Commission for Jubail and Yanbu (RCJY) signed 11 contracts at a combined value of SAR 1.3bn (USD 346mn) to implement construction projects that will contribute to developing infrastructure and piling works. (Source: Argaam)
- Saudi Marketing Co.'s (4006/SMARKETI AB) shareholders, on November 5, 2018 will discuss and approve selling the company's entire stake (99.5%) in its Lebanese subsidiary, Saudi Marketing and Trading Co. to chairman, Hazem Al Aswad, for SAR 116mn (USD 30.9mn). (Source: Argaam)
- Saudi Public Transport Co. (4040/SAPTCO AB) stated its 80% owned subsidiary, Public Transportation Co., secured a SAR 200mn (USD 53.3mn) Murabaha loan facility from the Arab National Bank (1080/ARNB AB). (Source: Argaam)
- Arabian Pipes Co. (2200/APCO AB) won a nine-month contract worth nearly SAR 35mn (USD 9.3mn) to supply Saudi Aramco with steel longitudinal-submerged arc-welded (LSAW) pipe. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) awarded an engineering, procurement, and construction (EPC) contract worth USD 150mn (SAR 563mn) to the China-based Wison Engineering Services Company for utilities park and pilot plants project in Jubail. (Source: Argaam)
- A consortium, led by ACWA Power, emerged as the preferred bidder for the Al Dur 2 Independent Water and Power Plant (IWPP) project in Bahrain. The IWPP project, which is estimated to cost around USD 1.5bn (SAR 5.6bn), is likely to be completed by the end of 2020. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al Alamiya for Cooperative Insurance Co.	32.90	-8.6%	10.0
Saudi Arabian Mining Co.	47.30	-7.3%	63.3
Arab National Bank	30.00	-6.7%	6.2
Leejam Sports Co.	47.00	-5.8%	13.3
Abdulmohsen Alhokair Group for Tourism and Development	17.60	-5.8%	7.4

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	116.20	-5.1%	502
Alinma Bank	20.62	-3.3%	443
Al Rajhi Bank	82.90	-4.4%	414
Saudi Kayan Petrochemical Co.	15.76	-4.0%	301
Dar Alarkan Real Estate Development Co.	9.60	-3.5%	258

Source: Tadawul

# DAILY MARKETS OVERVIEW

14 OCTOBER 2018

السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,755	-2.0	-1.3	-18.2	7.4
Abu Dhabi (ADX)	4,968	-0.9	-0.8	12.9	13.1
Kuwait (KSE)	5,163	-0.4	-0.5	0.7	16.0
Qatar (QE)	9,862	-1.0	-0.4	15.7	15.3
Oman (MSM)	4,490	-0.4	-0.8	-12.0	10.8
Bahrain (BSE)	1,316	-0.4	-0.7	-1.2	8.9
DJMENA Index	545	-2.4	-3.4	3.5	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,767	1.4	-4.1	3.5	20.1
US (NASDAQ 100)	7,497	2.3	-3.7	8.6	22.7
UK (FTSE 100)	6,996	-0.2	-4.4	-9.0	16.0
Germany (DAX)	11,524	-0.1	-4.9	-10.8	13.8
France (CAC 40)	5,096	-0.2	-4.9	-4.1	16.6
Russia (MICEX)	2,403	1.5	-2.0	13.9	6.6
Japan (Nikkei)	22,695	0.5	-4.6	-0.3	17.0
Hong Kong (HSI)	25,801	2.1	-2.9	-13.8	10.0
South Korea (KOSPI)	2,162	1.5	-4.7	-12.4	10.7
China (SHCOMP)	2,607	0.9	-7.6	-21.2	12.8
India (NIFTY)	10,473	2.3	1.5	-0.6	21.5
Brazil (IBOV)	82,921	0.0	0.7	8.5	19.5
Turkey (BIST 100)	96,657	2.0	1.9	-16.2	7.0
Egypt (EGX30)	13,283	0.0	-5.8	-11.5	12.9
MSCI Emerging Markets	980	2.7	-2.1	-15.4	11.9
MSCI World	2,063	0.9	-4.1	-1.9	17.9

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	80.4	0.2	-4.4	20.3	43.0
Natural Gas (\$/mmbtu)	3.2	-1.9	0.5	12.6	3.9
Gold (\$/oz)	1,217	-0.6	1.2	-6.8	-5.9
Silver (\$/oz)	14.6	0.0	-0.5	-14.5	-15.5
Platinum (\$/oz)	838	-0.3	1.8	-10.0	-10.7
Copper (\$/t)	6,319	1.0	2.5	-12.3	-7.9
Zinc (\$/t)	2,676	1.6	0.3	-19.8	-19.9
Lead (\$/mt)	2,069	2.7	4.9	-17.1	-19.5
Wheat (\$/bu)	517	1.8	-0.7	11.1	1.5
Corn (\$/bu)	373	1.1	1.4	-2.8	-5.4
Sugar (\$/lb)	13.1	1.2	3.5	-14.1	-15.3

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.44	0.00	0.74	0.00
Saudi Arabia	2.73	0.00	0.84	0.29
UAE	2.70	0.00	0.91	0.26
Kuwait	2.06	0.06	0.19	-0.37
Qatar	2.77	-0.02	0.13	0.34
Bahrain	3.75	0.00	1.03	1.31

Source: Reuters

NOTES: (1) Prices updated as of October 14, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended in the green on Friday. S&P 500 gained 1.4% while NASDAQ ended 2.3% higher. Dow Jones Industrial closed 1.2% higher. In Europe, UK was down 0.2% while both Germany and France closed 0.1% and 0.2% lower, respectively.
- Asian markets ended in green on Friday. China gained 0.9%. Japan and South Korea closed 0.5% and 1.5% higher, respectively. Hong Kong and India ended 2.1% and 2.3% higher, respectively.
- GCC markets ended in the red on Thursday. Dubai declined 2.0% while Abu Dhabi closed 0.9% lower. Kuwait and Qatar closed 0.4% and 1.0% lower, respectively. Both Oman and Bahrain closed 0.4% lower.
- According to US EIA Petroleum status report, weekly change in crude oil inventories were up 6.0mn barrels for the week ended October 5 (prior: 8.0mn barrels). (Source: Econoday)
- US jobless claims for the week ended October 6 stood at 214K (prior: 207K; consensus: 207K). (Source: Econoday)
- The International Energy Agency (IEA) cut its estimate for global oil-demand growth for both 2018 and 2019 by about 110,000 barrels a day to 1.3mn and 1.4mn barrels a day (bpd), respectively, due to the growing pressures to global economic growth. (Source: Argaam)
- According to the OPEC's Monthly Oil Market Report, operating conditions in the UAE non-oil private sector remained in expansion territory in September, even improving from August's strong performance. (Source: Trade Arabia)
- According to the latest data released by the Oman's National Centre for Statistics and information (NCSI), the rate of inflation in Oman increased by 0.78% Y/Y in September 2018 compared to the same month of 2017. (Source: Gulfbase)
- UAE issued a new law on public debt, to enable the federal government to issue sovereign bonds, and help the banking sector meet international liquidity rules as soon as they are issued. (Source: Trade Arabia)
- The Statistics Centre - Abu Dhabi (SCAD) revealed the total electric power generated in Abu Dhabi amounted to 71,504,164 MWH in 2017, an increase of 4.9% Y/Y over 2016. (Source: Trade Arabia)
- Dubai Land Department revealed that the total KSA investment in Dubai's real estate reached nearly AED 3.0bn (USD 817mn) in the first nine months of 2018. These investments were realized through 1,882 real estate transactions, ranking KSA fourth in the list of biggest property buyers in Dubai. (Source: Argaam)
- Dubai Airport Freezone Authority (Dafza) and UAE developer Wasl Asset Management Group stated early works have commenced on their ambitious AED 3.2bn (USD 871mn) Dubai CommerCity project and the piling and shoring will begin next year. (Source: Trade Arabia)

## Coming Up

- China CPI for the month of September (prior: 0.7% M/M; 2.3% Y/Y) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 12 (prior: 6.0mn barrels) will be announced on October 17. (Source: Econoday)
- US jobless claims for the week ended October 13 (prior: 214K; consensus: 215K) will be announced on October 18. (Source: Econoday)



## Contacts

### RESEARCH & ADVISORY

[Research&Advisory@FransiCapital.com.sa](mailto:Research&Advisory@FransiCapital.com.sa)

### SAUDI FRANSI CAPITAL

#### Call Centre

800-125-9999

#### Website

[www.sfc.sa](http://www.sfc.sa)

### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

## Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.